

**SABRE RESOURCES LTD**

(ACN 003 043 570)

**Interim Financial Report  
for the Half Year Ended  
31 December 2023**

For personal use only

---

**CONTENTS**

|   |    |
|---|----|
| Directors' Report   | 3  |
| Auditor's Independence Declaration                                      | 9  |
| Consolidated Statement of Profit or Loss and Other Comprehensive Income | 10 |
| Consolidated Statement of Financial Position                            | 11 |
| Consolidated Statement of Changes in Equity                             | 12 |
| Consolidated Cash Flow Statement  | 13 |
| Notes to the Financial Statements                                       | 14 |
| Directors' Declaration  | 18 |
| Independent Auditor's Review Report to The Members                      | 19 |

DIRECTORS' REPORT

The Directors present their report on the consolidated group of Sabre Resources Ltd (the “Company”) and its controlled entities (the “Group”) for the half year ended 31 December 2023.

1. DIRECTORS

The names of Directors in office during the half year and up to the date of this report:

- Michael Scivolo
- Basil Conti
- Michael Norburn

2. REVIEW OF OPERATIONS

**Sherlock Bay and Andover East Nickel and Lithium Projects, WA**

During the reporting period the Company added large new tenement applications<sup>1</sup> at its Andover East project to expand its ground holding in Western Australia’s world-class northwest Pilbara lithium province to over 300km<sup>2</sup>. These major tenement holdings cover key targets on extensions and repeats of the northeast-trending corridor that hosts the major Andover lithium discovery of Azure Minerals Ltd (ASX:AZS) (see Andover East Targets, Figure 1).

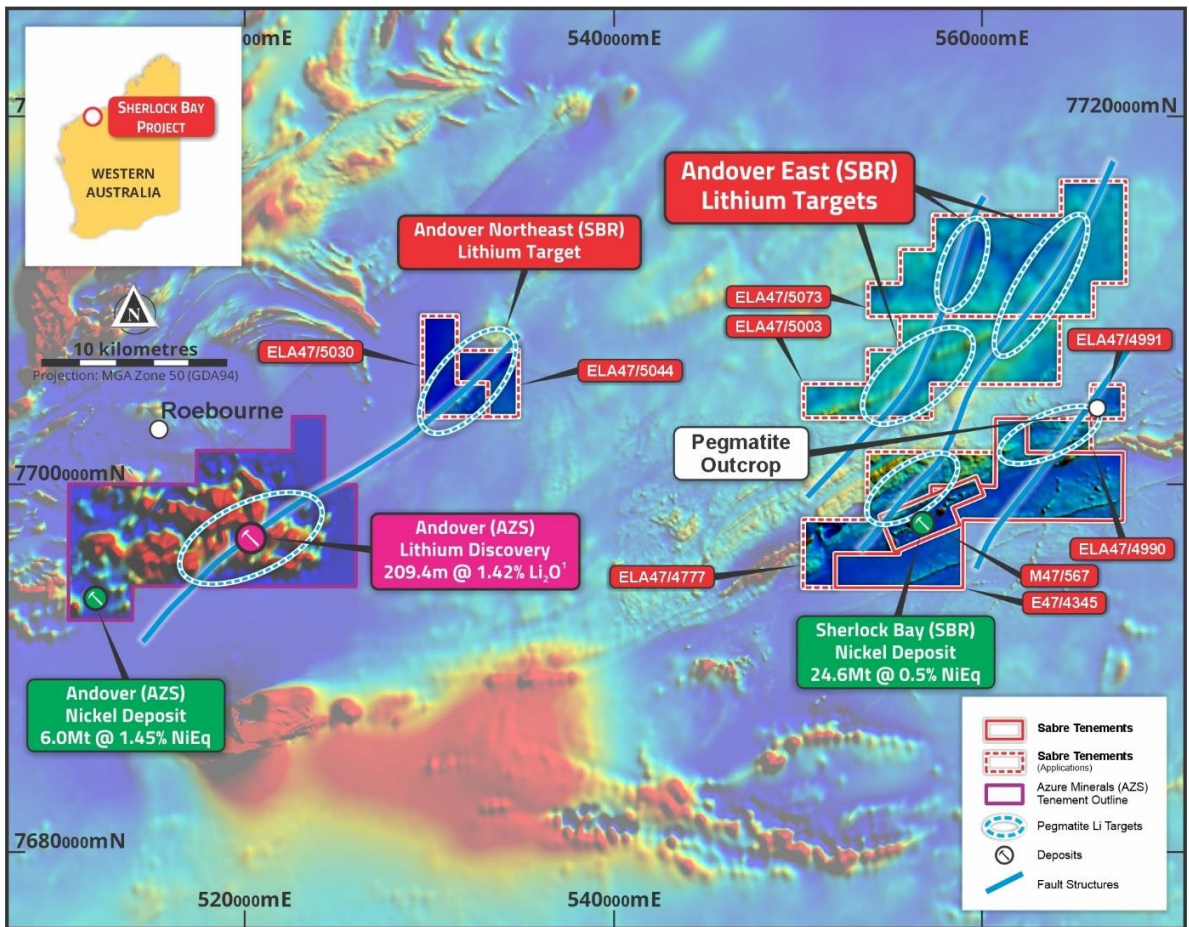


Figure 1: Sabre’s key nickel and lithium tenements in Sherlock Bay area, NW Pilbara

Detailed drone magnetic surveys are well advanced over both the Andover East and Andover Northeast target areas (see Figure 1). These surveys will define the large soil-covered, magnetic-low lithium-pegmatite target corridors for follow-up ground based, geophysical surveys and initial drilling.

Sabre has also identified a major new nickel sulphide and gold target corridor – the Sherlock North Trend<sup>2</sup> - immediately north of, and parallel to, the 20km Sherlock Bay sulphide corridor (Figure 2).

For personal use only

DIRECTORS' REPORT (continued)

REVIEW OF OPERATIONS (continued)

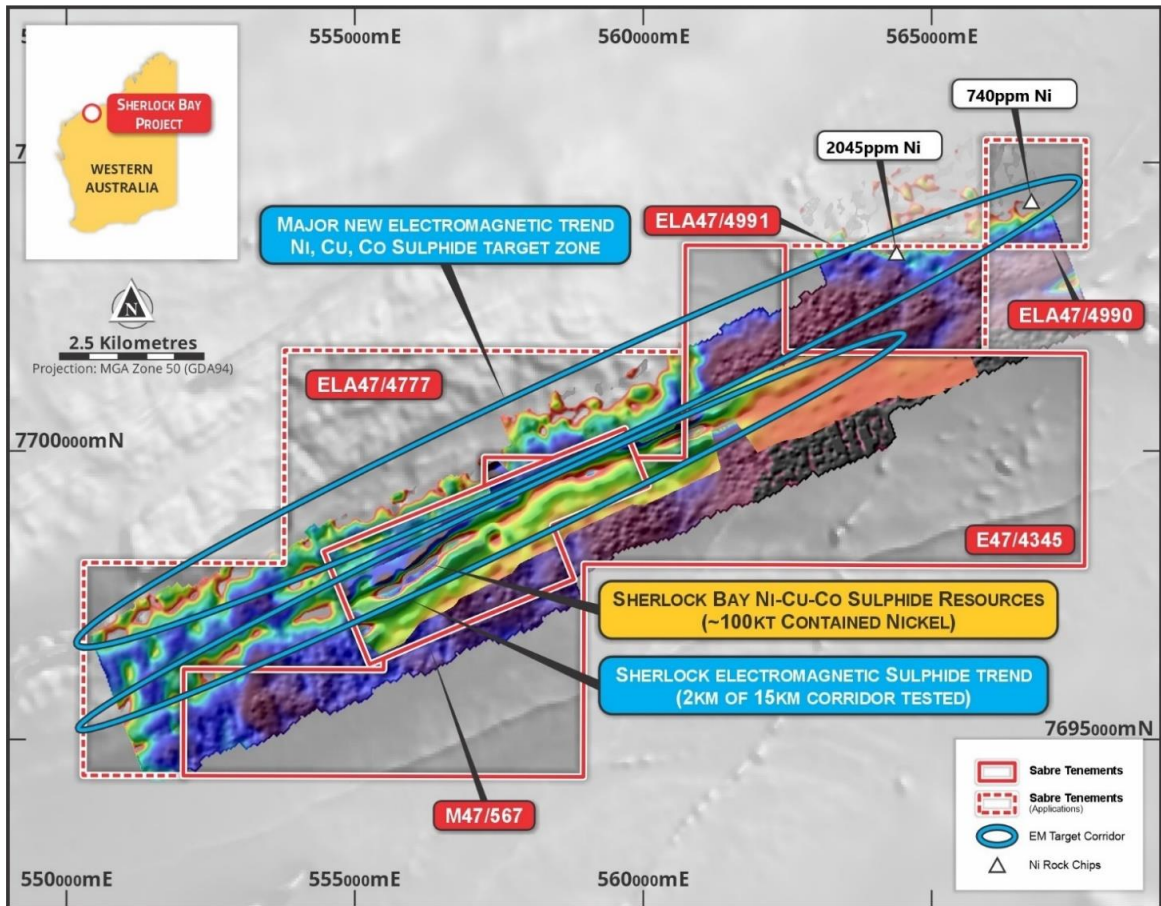


Figure 2: Sherlock Bay Project granted tenements and applications over Key nickel corridors.

Significant, higher-grade intersections of nickel-copper-cobalt and gold mineralisation have been encountered in the final two of four diamond holes drilled into the new sulphide discovery<sup>2</sup>, associated with a major electromagnetic (EM) anomaly southwest of the existing Sherlock Bay Mineral Resource on the Sherlock Trend.

The results of these holes confirmed that the sulphides are nickel-copper-cobalt bearing and also included strong gold values of up to 2.69 g/t Au in diamond drillhole SBDD010, as summarised below (see Figure 3):

- 16.82m @ 0.74% NiEq\* (0.26% Ni, 0.14% Cu, 0.04% Co and 0.75g/t Au) from 328m  
incl. 8.0m @ 0.92% NiEq\* (0.30% Ni, 0.11% Cu, 0.05% Co and 1.07g/t Au) from 331m  
incl. 4.0m @ 1.13% NiEq\* (0.26% Ni, 0.09% Cu, 0.07% Co and 1.60 g/t Au) from 335m  
incl. 1m @ 1.64% NiEq\* (0.33% Ni, 0.09% Cu, 0.05% Co and 2.69 g/t Au) from 335m

These results highlight the prospectivity of the many, untested EM anomalies within these corridors. The Company will seek WA Government co-funding to define and drill test these targets.

**Eastern Goldfields, WA – Cave Hill Lithium Targets and Nepean South Nickel Targets**

During the period, Sabre announced initial results from soil sampling over its extensive Cave Hill Project tenements<sup>3</sup> that cover over 700km<sup>2</sup> of lithium-pegmatite target areas under shallow soil/alluvial cover in WA's highly-prospective Eastern Goldfields Lithium Province (see Figure 3).

Three large lithium-in-soil anomalies have been identified south, along strike, of the Kangaroo Hills lithium discovery<sup>4</sup> (see Figure 3). Further sampling is in progress and, following results, priority soil anomalies and geophysical targets will be drill-tested.

For personal use only



DIRECTORS' REPORT (continued)

REVIEW OF OPERATIONS (continued)

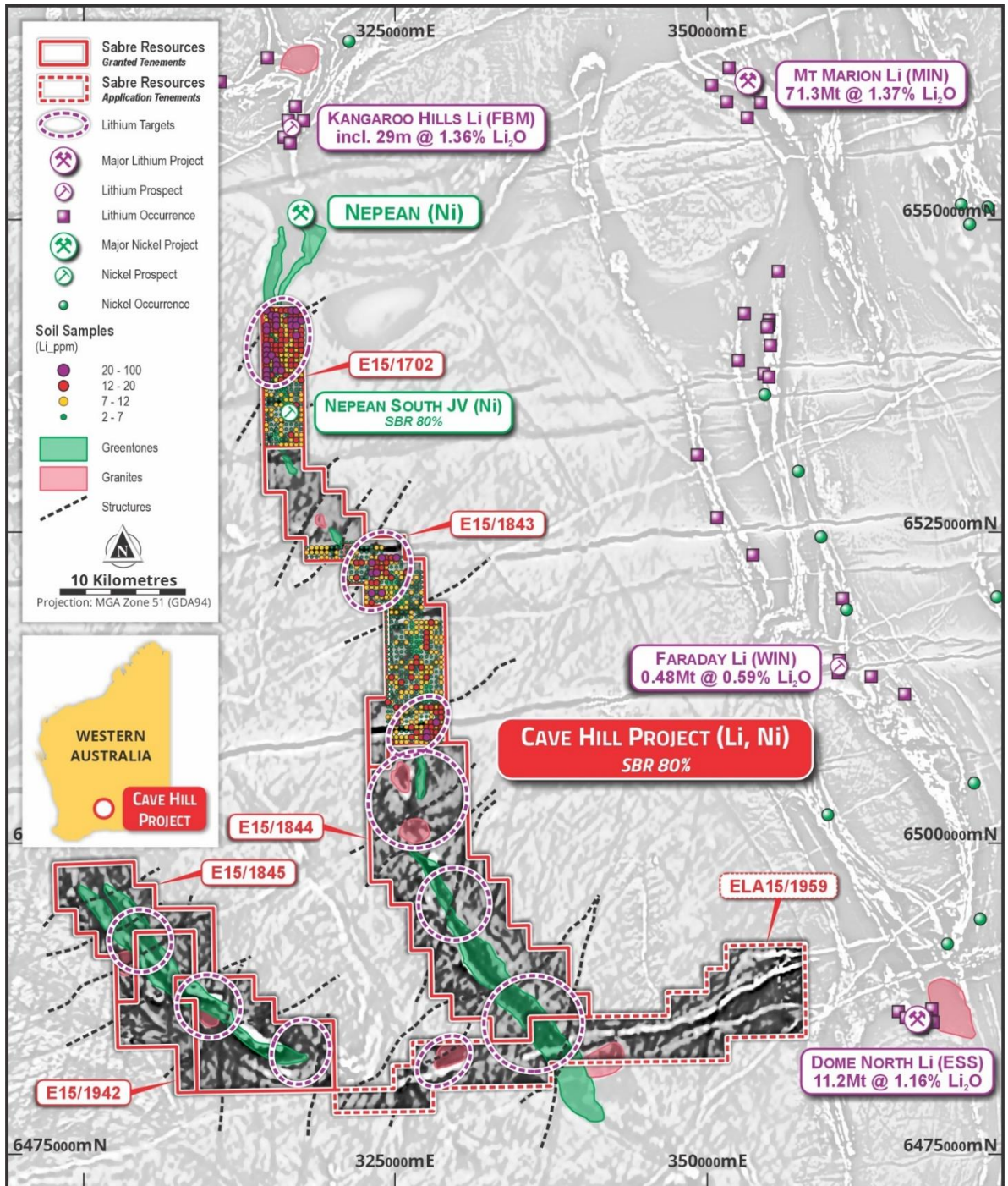


Figure 3: Cave Hill Project tenements on aeromagnetics with new lithium anomalies deposits

**Ngalia Basin, NT – High-Grade Sandstone Unconformity and Calcrete Uranium Targets**

During the period Sabre launched an aggressive exploration program at the Dingo Uranium Project within the Company's 1,100km<sup>2</sup> Ngalia Basin tenement package in the Northern Territory, to follow up on high-grade results of up to 5,194ppm U<sub>3</sub>O<sub>8</sub> identified in historical drilling<sup>5</sup> (Figure 4).

The high-grade uranium drilling results are from Eclipse 1 Prospect within the highly-prospective Mt Eclipse Sandstone, which hosts significant, high-grade, uranium Mineral Resources at the Bgyrlyi<sup>6</sup> and Camel Flat<sup>6</sup> deposits within this area (see Figure 4). The Mt Eclipse Sandstone is interpreted to continue for 50km within the Company's tenements.

For personal use only

DIRECTORS' REPORT (continued)

REVIEW OF OPERATIONS (continued)

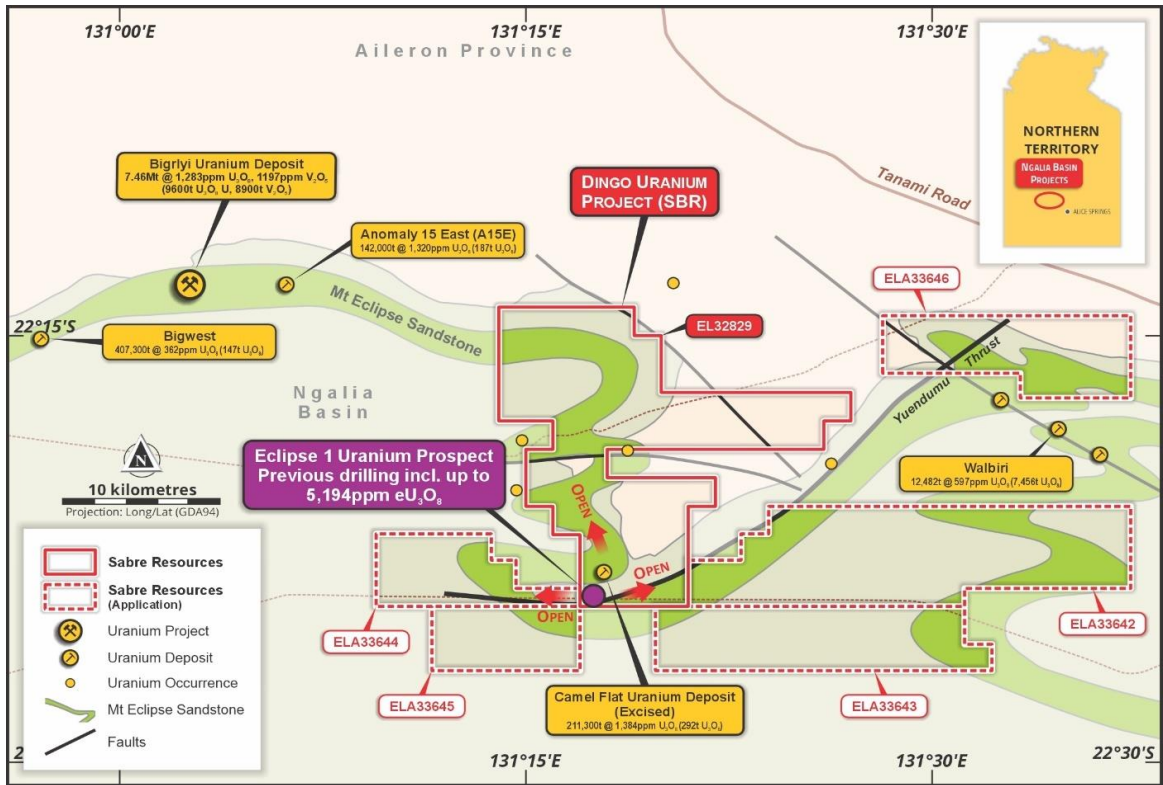


Figure 4: Dingo Project tenements showing uranium deposits and targeted Mt Eclipse Sandstone

The Company's exploration program includes a drone magnetics program to define the un-tested extensions of the MES under shallow-cover and cross-cutting fault structures and thrusts associated with strong radiometric anomalies. In addition, detailed gravity and passive seismic will be carried out in the soil-covered areas to locate uranium-enriched palaeo-channels under shallow cover<sup>7</sup>. This work will also be carried out on the Lake Lewis uranium prospect, on EL32864, to the east of the Dingo Project, which lies immediately along strike from the Napperby uranium Mineral Resource<sup>8</sup>.

The aim of these geophysical programs is to define aircore and RC drilling targets on immediate extensions of known uranium deposits/trends and the previous high-grade results identified in the MES, as well as extensive palaeo-channel targets which continue under shallow cover.

**Ninghan Gold Project, WA**

The Company's 100% owned Ninghan Gold Project in Western Australia's southern Murchison district is less than 20km along strike from the Mt Gibson gold mine. Previous RAB and aircore drilling at Ninghan has defined two strongly anomalous zones of gold mineralisation.

The Company has acquired an extensive tenement holding at the Ninghan project and exploration is planned to include follow-up aircore drilling and selective RC drilling to test bedrock gold anomalies and other geophysical targets for high-grade gold deposits.

**REFERENCES**

- <sup>1</sup> Sabre Resources Ltd, 30<sup>th</sup> November 2023. Sabre Expands Holding Commencing Exploration Andover East.
- <sup>2</sup> Sabre Resources Ltd, 2<sup>nd</sup> January 2024. Major New Nickel Trend and New Intersections at Sherlock.
- <sup>3</sup> Sabre Resources Ltd, 10<sup>th</sup> October 2023. Large Lithium Soil Anomalies on Cave Hill Tenements.
- <sup>4</sup> Future Battery Metals Ltd, 17 May 2023. Further Thick Spodumene Intersections at Kangaroo Hills.
- <sup>5</sup> Sabre Resources Ltd, 18<sup>th</sup> January 2024. High-Grade Uranium to 5,194ppm eU<sub>3</sub>O<sub>8</sub> on Ngalia Project.
- <sup>6</sup> Energy Metals Ltd, 13<sup>th</sup> February 2014, 626 Tonnes U<sub>3</sub>O<sub>8</sub> Maiden Resource Biglyi Satellite Deposits
- <sup>7</sup> Sabre Resources Ltd, 18<sup>th</sup> December 2023. Sabre's Outstanding NT Uranium Targets Exploration.
- <sup>8</sup> Core Lithium Ltd (ASX: CXO), 12 October 2018: Napperby Uranium Resource Update and Increase.

For personal use only

DIRECTORS' REPORT (continued)

REVIEW OF OPERATIONS (continued)

**Cautionary Statement regarding Forward-Looking information**

*This document contains forward-looking statements concerning Sabre Resources Ltd. Forward-looking statements are not statements of historical fact and actual events and results may differ materially from those described in the forward-looking statements as a result of a variety of risks, uncertainties and other factors.*

*Forward-looking statements are inherently subject to business, economic, competitive, political and social uncertainties and contingencies. Many factors could cause the Company's actual results to differ materially from those expressed or implied in any forward-looking information provided by the Company, or on behalf of, the Company. Such factors include, among other things, risks relating to additional funding requirements, metal prices, exploration, development and operating risks, competition, production risks, regulatory restrictions, including environmental regulation and liability and potential title disputes.*

*Forward looking statements in this document are based on the company's beliefs, opinions and estimates of Sabre Resources Ltd as of the dates the forward-looking statements are made, and no obligation is assumed to update forward looking statements if these beliefs, opinions and estimates should change or to reflect other future developments.*

**Competent Person Statements**

*The information in this report that relates to exploration results, metallurgy and mining reports and Mineral Resource Estimates has been reviewed, compiled and fairly represented by Mr Jonathon Dugdale. Mr Dugdale is the Chief Executive Officer of Sabre Resources Ltd and a Fellow of the Australian Institute of Mining and Metallurgy ('FAusIMM'). Mr Dugdale has sufficient experience, including over 34 years' experience in exploration, resource evaluation, mine geology, development studies and finance, relevant to the style of mineralisation and type of deposits under consideration to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore Reserves Committee ('JORC') Australasian Code for Reporting of Exploration Results, Minerals Resources and Ore Reserves. Mr Dugdale consents to the inclusion in this report of the matters based on this information in the form and context in which it appears.*

*Regarding the Mineral Resource Estimate for the Sherlock Bay Nickel Deposit, released 12 June 2018. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements, principally the Sabre Resources Ltd announcement of 12<sup>th</sup> June 2018: "Resource Estimate Update for Sherlock Bay Nickel Deposit". The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.*

**\*NICKEL EQUIVALENT CALCULATION**

*The conversion to nickel equivalent (NiEq) grade must take into account the plant recovery/payability and sales price (net of sales costs) of each commodity. Approximate recoveries/payabilities and sales price are based on leach testing information summarised in the Sabre Resources Ltd ASX release of 27<sup>th</sup> January 2022, "Sherlock Bay Ni Scoping Study Delivers Positive Cashflow".*

*The NiEq calculation is  $Ni\% + Cu\% \times 0.38 + Co\% \times 1.5 + Pd \text{ ppm} \times 0.21 + Pt \text{ ppm} \times 0.15 + Au \text{ ppm} \times 0.31$*

**3. FINANCIAL RESULT**

The Group incurred a loss after income tax of \$881,013 for the half year period (2022: loss of \$915,441). As at 31 December 2023, the Group had cash funds of \$5,378,287 (30 June 2023: \$4,511,761).

Net assets of the group have increased by \$1,649,788 from \$11,459,917 at 30 June 2023 to \$13,109,705 at 31 December 2023.

For personal use only

---

DIRECTORS' REPORT (continued)

**4. AUDITOR'S INDEPENDENCE DECLARATION**

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on the following page.

This report is made in accordance with a resolution of the Board of Directors.



**Michael Scivolo**  
Director

**Perth, dated this 13th day of March 2024**

For personal use only



**AUDITOR'S INDEPENDENCE DECLARATION  
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001  
TO THE DIRECTORS OF SABRE RESOURCES LIMITED**

As auditor for the review of Sabre Resources Limited and its subsidiaries for the half-year ended 31 December 2023, I declare that, to the best of my knowledge and belief, there have been:

- a) no contraventions of the auditor independence requirements as set out in *the Corporations Act 2001* in relation to the review, and
- b) no contraventions of any applicable code of professional conduct in relation to the review.



NEIL PACE  
PARTNER



MOORE AUSTRALIA AUDIT (WA)  
CHARTERED ACCOUNTANTS

Signed at Perth on the 13<sup>th</sup> day of March 2024.

**SABRE RESOURCES LTD**

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE HALF YEAR ENDED 31 DECEMBER 2023**

|   | Notes | Consolidated     |                    |
|---|-------|------------------|--------------------|
|   |       | Half year 2023   | Half year 2022     |
|   |       | \$               | \$                 |
| <b>Revenue</b>  |       |                  |                    |
| Interest earned   |       | 92,843           | 87,618             |
| Co-funded drilling program  |       | 5,130            | 220,000            |
| Other income  |       | -                | 200                |
| Reverse provision for doubtful debt                                   |       | -                | 43,522             |
|   |       | <b>97,973</b>    | <b>351,340</b>     |
| <b>Expenditure</b>  |       |                  |                    |
| Depreciation  |       | (959)            | (2,017)            |
| Directors' fees and services  |       | (21,540)         | (21,470)           |
| Professional fees   |       | (111,235)        | (106,055)          |
| ASX listing fees  |       | (30,711)         | (70,665)           |
| Exploration and evaluation expenditure impairment                     |       | -                | (295,468)          |
| Exploration and evaluation expenditure written off                    |       | (507,559)        | -                  |
| Exploration expensed  |       | (105,706)        | (45,055)           |
| Employee benefits   |       | (1,988)          | (1,309)            |
| Share based payments  |       | -                | (501,000)          |
| Management fees   |       | (163,931)        | (158,592)          |
| Other operating costs   |       | (35,357)         | (65,150)           |
|   |       | <b>(978,986)</b> | <b>(1,266,781)</b> |
| <b>Loss before income tax</b>   |       | <b>(881,013)</b> | <b>(915,441)</b>   |
| Income tax benefit  |       | -                | -                  |
| <b>Loss for the half year</b>   |       | <b>(881,013)</b> | <b>(915,441)</b>   |
| <b>Other Comprehensive Income</b>                                     |       |                  |                    |
| <i>Items that may be reclassified subsequently to profit or loss:</i> |       |                  |                    |
| Exchange differences on translating foreign controlled entities       |       | (656)            | (7,207)            |
| Non-controlling interest in exploration written off                   |       | (116,047)        | -                  |
| <b>Total Comprehensive Loss for the half year</b>                     |       | <b>(997,716)</b> | <b>(922,648)</b>   |
| <b>Loss for the period attributable to:</b>                           |       |                  |                    |
| Owners of the parent  |       | (878,515)        | (910,126)          |
| Non-controlling interest  |       | (2,497)          | (5,315)            |
| <b>Total Loss for the half year, net after tax</b>                    |       | <b>(881,013)</b> | <b>(915,441)</b>   |
| <b>Total comprehensive loss for the period attributable to:</b>       |       |                  |                    |
| Owners of the parent  |       | (879,025)        | (915,171)          |
| Non-controlling interest  |       | (118,691)        | (7,477)            |
| <b>Total comprehensive loss for the half year</b>                     |       | <b>(997,716)</b> | <b>(922,648)</b>   |
| <b>Earnings per share</b>   |       |                  |                    |
| Basic and diluted loss per share (cents)                              |       | (0.28)           | (0.32)             |

*The accompanying notes form part of these financial statements.*

**SABRE RESOURCES LTD**

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2023**

|  | Notes | 31 December<br>2023<br>\$ | Consolidated<br>30 June<br>2023<br>\$ |
|--|-------|---------------------------|---------------------------------------|
| <b>CURRENT ASSETS</b>                  |       |                           |                                       |
| Cash and cash equivalents              |       | 5,378,287                 | 4,511,761                             |
| Trade and other receivables            |       | 200,942                   | 198,491                               |
| <b>TOTAL CURRENT ASSETS</b>            |       | <b>5,579,229</b>          | <b>4,710,252</b>                      |
| <b>NON-CURRENT ASSETS</b>              |       |                           |                                       |
| Exploration and evaluation expenditure | 5     | 7,749,259                 | 7,571,034                             |
| Plant and equipment                    |       | -                         | 6,451                                 |
| <b>TOTAL NON-CURRENT ASSETS</b>        |       | <b>7,749,259</b>          | <b>7,577,485</b>                      |
| <b>TOTAL ASSETS</b>                    |       | <b>13,328,488</b>         | <b>12,287,737</b>                     |
| <b>CURRENT LIABILITIES</b>             |       |                           |                                       |
| Trade and other payables               |       | 213,316                   | 817,597                               |
| Provisions                             |       | 5,467                     | 10,223                                |
| <b>TOTAL CURRENT LIABILITIES</b>       |       | <b>218,783</b>            | <b>827,820</b>                        |
| <b>TOTAL LIABILITIES</b>               |       | <b>218,783</b>            | <b>827,820</b>                        |
| <b>NET ASSETS</b>                      |       | <b>13,109,705</b>         | <b>11,459,917</b>                     |
| <b>EQUITY</b>                          |       |                           |                                       |
| Issued capital                         | 6     | 70,819,796                | 68,297,292                            |
| Foreign currency translation reserve   |       | (2,871,519)               | (2,871,009)                           |
| Option reserve                         | 7     | 939,215                   | 814,215                               |
| Accumulated losses                     |       | (53,273,863)              | (52,395,348)                          |
| Parent interests                       |       | 15,613,629                | 13,845,150                            |
| Non-controlling interest               |       | (2,503,924)               | (2,385,233)                           |
| <b>TOTAL EQUITY</b>                    |       | <b>13,109,705</b>         | <b>11,459,917</b>                     |

*The accompanying notes form part of these financial statements.*

For personal use only

**SABRE RESOURCES LTD**

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE HALF YEAR ENDED 31 DECEMBER 2023**

|   | Issued<br>Capital | Foreign<br>Currency<br>Translation<br>Reserve | Share<br>Options<br>Reserve | Accumulated<br>Losses | Total<br>attributable<br>to owners<br>of parent | Non-<br>controlling<br>Interest | Total Equity      |
|---|-------------------|---|-----------------------------|-----------------------|---|---------------------------------|-------------------|
|   | \$                | \$  | \$                          | \$                    | \$  | \$                              | \$                |
| <b>BALANCE AT 1 JULY 2022</b>           | <b>68,313,092</b> | <b>(2,858,260)</b>                            | <b>448,494</b>              | <b>(51,336,123)</b>   | <b>14,567,203</b>                               | <b>(2,362,206)</b>              | <b>12,204,997</b> |
| Loss for the period                     | -                 | -   | -                           | (910,126)             | (910,126)                                       | (5,315)                         | (915,441)         |
| Other comprehensive loss for the period | -                 | (5,045)                                       | -                           | -                     | (5,045)   | (2,162)                         | (7,207)           |
| Total comprehensive loss for the period | -                 | (5,045)                                       | -                           | (910,126)             | (915,171)                                       | (7,477)                         | (922,648)         |
| Issue of capital                        | 1,000             | -   | -                           | -                     | 1,000   | -                               | 1,000             |
| Expiry of options                       | (16,800)          | -   | 520,800                     | -                     | 504,000   | -                               | 504,000           |
|   | -                 | -   | (155,079)                   | 155,079               | -   | -                               | -                 |
| <b>BALANCE AT 31 DECEMBER 2022</b>      | <b>68,297,292</b> | <b>(2,863,305)</b>                            | <b>814,215</b>              | <b>(52,091,170)</b>   | <b>14,157,032</b>                               | <b>(2,369,683)</b>              | <b>11,787,349</b> |
| <b>BALANCE AT 1 JULY 2023</b>           | <b>68,297,292</b> | <b>(2,871,009)</b>                            | <b>814,215</b>              | <b>(52,395,348)</b>   | <b>13,845,150</b>                               | <b>(2,385,233)</b>              | <b>11,459,917</b> |
| Loss for the period                     | -                 | -   | -                           | (878,515)             | (878,515)                                       | (2,498)                         | (881,013)         |
| Other comprehensive loss for the period | -                 | (510)   | -                           | -                     | (510)   | (116,193)                       | (116,703)         |
| Total comprehensive loss for the period | -                 | (510)   | -                           | (878,515)             | (879,025)                                       | (118,691)                       | (997,716)         |
| Issue of capital                        | 2,830,900         | -   | -                           | -                     | 2,830,900                                       | -                               | 2,830,900         |
| Capital raising costs                   | (183,396)         | -   | -                           | -                     | (183,396)                                       | -                               | (183,396)         |
| Issue of options                        | (125,000)         | -   | 125,000                     | -                     | -   | -                               | -                 |
| <b>BALANCE AT 31 DECEMBER 2023</b>      | <b>70,819,796</b> | <b>(2,871,519)</b>                            | <b>939,215</b>              | <b>(53,273,863)</b>   | <b>15,613,629</b>                               | <b>(2,503,924)</b>              | <b>13,109,705</b> |

*The accompanying notes form part of these financial statement*

For personal use only



**SABRE RESOURCES LTD**

**CONSOLIDATED CASH FLOW STATEMENT  
FOR THE HALF YEAR ENDED 31 DECEMBER 2023**

|  | <b>Consolidated</b>       |                           |
|--|---------------------------|---------------------------|
|  | <b>Half year<br/>2023</b> | <b>Half year<br/>2022</b> |
|  | <b>\$</b>                 | <b>\$</b>                 |
| <b>Cash Flows from Operating Activities</b>                        |                           |                           |
| Payments to suppliers and employees                                | (520,399)                 | (551,075)                 |
| Interest received  | 86,775                    | 42,898                    |
| Receipts from co-funded drilling                                   | 49,130                    | -                         |
| Other receipts   | 20,425                    | -                         |
| <i>Net cash used in operating activities</i>                       | (364,069)                 | (508,177)                 |
| <b>Cash Flows from Investing Activities</b>                        |                           |                           |
| Payments for exploration and evaluation expenditure                | (1,386,909)               | (2,252,309)               |
| <i>Net cash used in investing activities</i>                       | (1,386,909)               | (2,252,309)               |
| <b>Cash Flows from Financing Activities</b>                        |                           |                           |
| Proceeds from capital raising                                      | 2,800,900                 | -                         |
| Payments for cost of capital raising                               | (183,396)                 | -                         |
| Proceeds from conversion of options                                | -                         | 1,000                     |
| Proceeds from the issue of options                                 | -                         | 3,000                     |
| Payment of loans   | -                         | (94,161)                  |
| Receipt of repaid loan   | -                         | 94,286                    |
| <i>Net cash provided by financing activities</i>                   | 2,617,504                 | 4,125                     |
| <b>Net increase in Cash and Cash Equivalents</b>                   | <b>866,526</b>            | <b>(2,756,361)</b>        |
| <b>Cash and Cash Equivalents at the Beginning of the Half Year</b> | <b>4,511,761</b>          | <b>8,275,709</b>          |
| <b>Cash and Cash Equivalents at the End of Half Year</b>           | <b>5,378,287</b>          | <b>5,519,348</b>          |

*The accompanying notes form part of these financial statements.*

For personal use only

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE HALF YEAR ENDED 31 DECEMBER 2023**

**1. BASIS OF PREPARATION AND ACCOUNTING POLICIES**

Sabre Resources Ltd is a company domiciled in Australia.

This general-purpose financial report for the interim half year reporting period ended 31 December 2023 has been prepared in accordance with requirements of the Corporations Act 2001 and Australian Accounting Standards including AASB 134 Interim Financial Reporting. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards.

This interim financial report is intended to provide users with an update on the latest annual financial statements of Sabre Resources Ltd and its controlled entities (the Group). As such, it does not contain information that represents relatively insignificant changes occurring during the half year within the Group. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Group for the year ended 30 June 2023 together with any public announcements made during the half year.

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements.

The Group has considered the implications of new or amended Accounting Standards, but determined that their application to the financial report is either not relevant or not material.

The interim financial statements have been approved and authorised for issue by the Board of Directors.

**2. DIVIDENDS**

No dividends have been paid or proposed during the half year ended 31 December 2023.

**3. CAPITAL COMMITMENTS AND CONTINGENCIES**

There has been no material change in contingent liabilities and commitments since the end of the last annual reporting period.

**4. OPERATING SEGMENTS**

**Segment Information**

**Identification of reportable segments**

The Group has identified its operating segments based on the internal management reports that are reviewed and used by the executive management team (the chief operating decision makers) in assessing performance and determining the allocation of resources. As the Group is focused on mineral exploration, the Board monitors the Group based on actual exploration expenditure incurred by area of interest. The internal reporting framework is the most relevant to assist the executive management team with making decisions regarding the Group and its ongoing exploration activities, while also taking into consideration the results of exploration work that has been performed to date.

The Company is managed on the basis of area of interest. Operating segments are therefore determined in the same basis.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE HALF YEAR ENDED 31 DECEMBER 2023

4. OPERATING SEGMENTS (continued)

Segments

The Group has two reportable segments as follows:

- (i) Australian Projects
- (ii) Namibian Projects

Basis of Accounting for purposes of reporting by operating segments

*Accounting Policies Adopted*

All amounts reported to the Board of Directors as the chief decision maker with respect to operating segments are determined in accordance with accounting policies that are consistent to those adopted in the annual financial statements of the Group.

There are no inter-segment transactions. Segment assets are clearly identifiable on the basis of their nature. Segment liabilities include trade and other.

| Segment Performance – December 2023        | Australia         | Namibia        | Total             |
|--|-------------------|----------------|-------------------|
| <b>Revenue</b>                             | <b>\$</b>         | <b>\$</b>      | <b>\$</b>         |
| Interest revenue                           | 92,843            | -              | 92,843            |
| Co-funded drilling program                 | 5,130             | -              | 5,130             |
| <b>Total Group revenue</b>                 | <b>97,973</b>     | <b>-</b>       | <b>97,973</b>     |
| <b>Segment profit/(loss)</b>               |                   |                |                   |
| Management Fees                            | (163,931)         | -              | (163,931)         |
| Exploration written off                    | (507,559)         | -              | (507,559)         |
| Corporate overheads                        | (299,172)         | (8,324)        | (307,496)         |
| <b>Total Group profit/(loss)</b>           | <b>(872,689)</b>  | <b>(8,324)</b> | <b>(881,013)</b>  |
| <b>Segment assets</b>                      | <b>13,209,403</b> | <b>119,085</b> | <b>13,328,488</b> |
| <b>Segment liabilities</b>                 | <b>(208,869)</b>  | <b>(9,914)</b> | <b>(218,783)</b>  |
| <b>Segment Performance – December 2022</b> | <b>Australia</b>  | <b>Namibia</b> | <b>Total</b>      |
| <b>Revenue</b>                             | <b>\$</b>         | <b>\$</b>      | <b>\$</b>         |
| Interest revenue                           | 87,084            | 534            | 87,618            |
| Co-funded drilling program                 | 220,000           | -              | 220,000           |
| Other income                               | 200               | 43,522         | 43,722            |
| <b>Total Group revenue</b>                 | <b>307,284</b>    | <b>44,056</b>  | <b>351,340</b>    |
| <b>Segment profit/(loss)</b>               |                   |                |                   |
| Management Fees                            | -158,592          | -              | (158,592)         |
| Exploration impairment                     | -295,468          | -              | (295,468)         |
| Corporate overheads                        | -794,470          | -18,251        | (812,721)         |
| <b>Total Group profit/(loss)</b>           | <b>-941,246</b>   | <b>-25,805</b> | <b>(915,441)</b>  |
| <b>Segment assets</b>                      | <b>12,074,302</b> | <b>187,092</b> | <b>12,261,394</b> |
| <b>Segment liabilities</b>                 | <b>-463,451</b>   | <b>-10,594</b> | <b>(474,045)</b>  |

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE HALF YEAR ENDED 31 DECEMBER 2023

5. EXPLORATION AND EVALUATION EXPENDITURE

|   | Consolidated        |                  |
|---|---------------------|------------------|
|   | 31 December<br>2023 | 30 June<br>2023  |
|   | \$                  | \$               |
| Opening balance   | 7,571,034           | 3,951,410        |
| Expenditure for period (including foreign exchange movements) | 801,831             | 3,942,431        |
| Exploration and evaluation impairment/written off             | (626,606)           | (322,807)        |
|   | <u>7,749,259</u>    | <u>7,571,034</u> |

The ultimate recoupment of costs carried forward for exploration and evaluation phases is dependent on the successful development and commercial exploitation or sale of the respective mineral areas.

Exploration and evaluation activities in the area of interests to which the Exploration and Evaluation Expenditure relates has not at the reporting date reached a stage which permits a reasonable assessment of the existence or otherwise of economically recoverable reserves, and active and significant operations in, or in relation to, the area of interest are continuing.

6. ISSUED CAPITAL

| Date                    | Details  | Number of<br>Shares  | Amount<br>\$      |
|-------------------------|--|----------------------|-------------------|
| 1 July 2022             | <b>Balance</b>   | <u>2,789,731,008</u> | <u>68,313,092</u> |
| 21 September 2022       | Conversion of SBRO options                                   | 125,000              | 1,000             |
| 7 October 2022          | Issue of deferred consideration shares on Chalco acquisition | 125,000,000          | -                 |
|                         | <b>Total</b>   | <b>2,914,856,008</b> | <b>68,314,092</b> |
| <b>20 December 2022</b> | <b>10:1 Consolidation</b>                                    | <b>291,486,187</b>   | <b>68,314,092</b> |
| 23 December 2022        | Capital raising costs (issue of options)                     | -                    | (16,800)          |
| <b>30 June 2023</b>     | <b>Balance</b>   | <u>291,486,187</u>   | <u>68,297,292</u> |
| 8 November 2023         | Issue of SBR fully paid shares                               | 65,000,000           | 2,600,000         |
| 8 November 2023         | Issue of SBR fully paid shares                               | 702,576              | 30,000            |
| 24 November 2023        | Issue of SBR fully paid shares                               | 4,900,000            | 200,900           |
|                         | Capital raising costs  | -                    | (308,396)         |
| <b>31 December 2023</b> | <b>Balance</b>   | <u>362,088,763</u>   | <u>70,819,796</u> |

The Company's capital consists of Ordinary Shares. The Company does not have a limited amount of authorised share capital. The shares have no par value and are entitled to participate in dividends and the proceeds on any winding up of the Company in proportion to the number of shares held.

At shareholders' meetings a poll is called and each fully paid ordinary share is entitled to one vote.



NOTES TO THE FINANCIAL STATEMENTS  
FOR THE HALF YEAR ENDED 31 DECEMBER 2023

7. SHARE OPTION RESERVE

| Date                    | Details  | Number of Options    | Amount \$      |
|-------------------------|--|----------------------|----------------|
| <b>1 July 2022</b>      | <b>Balance</b>                                       | <b>1,575,375,418</b> | <b>167,579</b> |
| 21 September 2022       | Conversion of \$0.008 30 September 2022 options      | (125,000)            | -              |
| 30 September 2022       | Expiry of \$0.008 30 September 2022 options          | (1,456,500,41        | (155,079)      |
|                         | <b>Total</b>   | <b>853,785,051</b>   | <b>293,415</b> |
| <b>20 December 2022</b> | <b>10:1 Consolidation</b>                            | <b>85,378,572</b>    | <b>293,415</b> |
| 23 December 2022        | Issue of \$0.06 30 April 2024 options to directors   | 6,000,000            | 84,000         |
| 23 December 2022        | Issue of \$0.06 30 April 2024 options to consultants | 30,000,000           | 420,000        |
| 23 December 2022        | Issue of \$0.06 30 April 2024 options to broker      | 1,200,000            | 16,800         |
| <b>30 June 2023</b>     | <b>Balance</b>                                       | <b>122,578,572</b>   | <b>814,215</b> |
| 30 November 2023        | Issue of \$0.06 30 April 2024 options with placement | 65,000,000           | -              |
| 30 November 2023        | Issue of \$0.06 30 April 2024 options to broker      | 25,000,000           | 125,000        |
| <b>31 December 2023</b> |  | <b>212,578,572</b>   | <b>939,215</b> |

8. RELATED PARTY TRANSACTIONS

The Group's related parties include its subsidiaries, key management personnel and others as described below. None of the transactions incorporate special items and conditions and no guarantees were received or given.

| Related Party                       | Relationship        | Nature of Transaction | Half Year Ended 31 December 2023<br>\$ | Half Year Ended 31 December 2022<br>\$ |
|-------------------------------------|---------------------|-----------------------|--|--|
| Corporate Resource Services Pty Ltd | Management services | Management fees       | 163,931                                | 158,592                                |

The Company expensed director fees of \$6,000 (2022: \$6,000) from Poldor Pty Ltd, an entity related to Michael Norburn. Nil remained payable as at 31 December 2023 (excluding GST) (2022: \$6,000).

9. EVENTS SUBSEQUENT TO REPORTING DATE

In January 2024 the Company issued 12,173,170 SBR fully paid shares, with 20,573,170 SBROB attaching options, to raise \$499,100 (before costs).

The Directors are not aware of any other matter or circumstance not otherwise dealt with in this report or financial statements that has significantly or may significantly affect the operations of the consolidated entity, the results of those operations, or the state of affairs of the consolidated entity in subsequent financial periods.

**SABRE RESOURCES LTD**

---

**DIRECTORS' DECLARATION**

In the opinion of the Directors of Sabre Resources Ltd:

- (a) the consolidated financial statements and notes, as set out on the accompanying pages, are in accordance with the Corporations Act 2001 including:
  - (i) complying with Australian Accounting Standard, AASB 134: Interim Financial Reporting; and
  - (ii) giving a true and fair view of its financial position as at 31 December 2023 and of its performance for the half year ended on that date.
- (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

**Signed in accordance with a resolution of the Board of Directors.**



**Michael Scivolo**  
Director

**Perth, dated this 13th day of March 2024**

For personal use only

## INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF SABRE RESOURCES LIMITED

### Report on the Half-Year Financial Report

#### Conclusion

We have reviewed the accompanying half-year financial report of Sabre Resources Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 31 December 2023, the consolidated statement of comprehensive income, consolidated statement of changes in equity, the consolidated statement of cash flows for the half-year then ended, notes comprising a summary of material accounting policies and other explanatory information and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of the Group is not in accordance with the *Corporations Act 2001*, including:

- i. giving a true and fair view of the Group's financial position as at 31 December 2023 and of its performance for the half-year ended on that date; and
- ii. complying with Accounting Standard AASB 134: *Interim Financial Reporting* and the *Corporations Regulations 2001*.

#### Basis for Conclusion

We conducted our review in accordance with Auditing Standards on Review Engagements *ASRE 2410: Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Group in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

#### Responsibility of the Directors for the Half-Year Financial Report

The directors of the Group are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

**INDEPENDENT AUDITOR'S REVIEW REPORT  
TO THE MEMBERS OF SABRE RESOURCES LIMITED (CONTINUED)**

**Auditor's Responsibility for the Review of the Financial Report**

Our responsibility is to express a conclusion on the financial report based on our review. ASRE 2410 requires us to conclude whether anything has come to our attention that causes us to believe that the financial report is not in accordance with the *Corporations Act 2001* including:

- i. giving a true and fair view of the Group's financial position as at 31 December 2023 and its performance for the half-year ended on that date; and
- ii. complying with *Accounting Standard AASB 134: Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



NEIL PACE  
PARTNER



MOORE AUSTRALIA AUDIT (WA)  
CHARTERED ACCOUNTANTS

Signed at Perth this 13<sup>th</sup> day of March 2024.

For personal use only